



General Assembly

February Session, 2006

Raised Bill No. 5040

LCO No. 294

00294_____PD_

Referred to Committee on Planning and Development

Introduced by:
(PD)

AN ACT CONCERNING CITY AND TOWN DEVELOPMENT.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Section 7-488 of the general statutes is repealed and the
2 following is substituted in lieu thereof (*Effective October 1, 2006*):

3 (a) A municipality [shall have the power to] may make loans, which
4 for the purposes of this section shall also include commitments to
5 make loans, temporary loans and advances in anticipation of
6 permanent loans, to any sponsor to provide funds [in furtherance of
7 the purposes] to implement the provisions of this chapter; provided
8 such loans shall be made only after the municipality finds and
9 determines that similar loans are not otherwise available to such
10 sponsors, wholly or in part, from private lenders upon reasonably
11 equivalent terms and conditions.

12 (b) All loans shall be subject to any rules and regulations of the
13 municipality established by resolution with respect to the making of
14 such loans, and the use of the proceeds of all loans shall be restricted to
15 only those activities [which are in furtherance of the purposes] that
16 implement the provisions of this chapter. Loans shall be evidenced by

17 a note or bond, shall be secured or unsecured, shall be in such
18 amounts, shall bear such date or dates, shall mature at such time or
19 times, may be subject to prepayment and may contain such other
20 provisions consistent with the purposes of this chapter as the
21 municipality shall by resolution determine. Each such loan shall be
22 authorized by a separate resolution of the legislative body of the
23 municipality.

This act shall take effect as follows and shall amend the following sections:		
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Section 1	<i>October 1, 2006</i>	7-488
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Statement of Purpose:

To make technical changes to statutes re city and town development.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]